

Division Director

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

A & R LEASING LLC 688 E CHAD RANCH RD VEYO UT 84782 -4141

ATTENTION: RUSSELL C FELLER

07/29/2010

ANNUAL PERMIT FEE	Annual Permit Fees for July 2009 thru June 2010			
SITE NAME	PERMIT ID	ACRES	BILLING DATE	
BLACK JEWELL PROJECT	S270026	NA	06/21/2010	
PERMIT TYPE	PERMIT STATUS			
SMALL MINING OPERATION < 5 ACRES	ACTIVE		ANNUAL FEE	
			\$ 600	
	D	UE DATE	AMOUNT DUE	

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BIL	LED			PROJECT NAME		PERMIT ID	
A & R LEASING LLC				BLACK JEWELL PROJECT		S270026	
DUE DATE ANNUAL FEE AMOUNT DUE		F	FEE ENCLOSED	FEE NOT ENCLOSED*			
07/29/2010 \$ 600 \$ 600				Approval to mine or conduct exploration is automatically withdrawn if annual permit fees are not paid by the date due.			

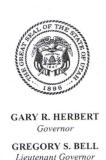
DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801 SALT LAKE CITY UT 84114-5801 If reclamation is complete, please submit form MR-SITE to request either a full or partial release. The permit fee is not required if the entire site has been regraded and seeded; The Division will verify the reclamation work.

Forms and other permit-related information are

available on the Web at http://ogm.utah.gov/minerals or you can call (801) 538-5291 for more information.

Please make check payable to:
Division of Oil, Gas and Mining

\$ 600



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

June 22, 2010

Subject: Past Due Permit Fees

Dear Operator:

Enclosed with this letter is a statement for permit fees. These annual fees were authorized by the Utah State Legislature and are required for continued authorization to conduct mining or exploration operations.

The enclosed statement shows the amount due for 2010-2011 and for past years. Until the fees have been paid, your approval to conduct mining operations is suspended. All past due fees as well as the current fee must be remitted by July 29, 2010. Continued non-payment beyond this date may result in withdrawal of your Notice of Intention (subject to appeal to the Board of Oil, Gas and Mining) and a requirement to reclaim immediately.

If you feel the amount shown in the statement as past due is incorrect, please contact me at 801-538-5261. If you call, it would be helpful if you could provide the date the fee was paid, the check number, and the amount of the check.

We look forward to continuing to work with you. Thank you for your cooperation.

Sincerely,

Paul B. Baker

Minerals Program Manager

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